## **103RD GENERAL ASSEMBLY**

# State of Illinois

# 2023 and 2024

#### HB4911

Introduced 2/7/2024, by Rep. Matt Hanson

## SYNOPSIS AS INTRODUCED:

815 ILCS 645/6

from Ch. 29, par. 56

Amends the Physical Fitness Services Act. Provides that every contract for physical fitness services shall provide that notice of cancellation may be made in writing and delivered by mail to the physical fitness center at the address specified in the contract, by a telephone call to the physical fitness center, or online at the website the contract was entered into, if the contract was entered into online (rather than notice of cancellation shall be made in writing and delivered by certified or registered mail). Provides that every contract for physical fitness services that automatically renews must comply with the requirements of the Automatic Contract Renewal Act.

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A BILL FOR

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AN ACT concerning business.

# Be it enacted by the People of the State of Illinois, represented in the General Assembly:

Section 5. The Physical Fitness Services Act is amended by
changing Section 6 as follows:

6 (815 ILCS 645/6) (from Ch. 29, par. 56)

7 Sec. 6. Contract requirements: cancellation and refund. 8 (a) Every contract for physical fitness services shall provide 9 that: (1) the contract may be cancelled by the customer within 3 business days after the first business day after the 10 contract is signed by the customer, and that all monies paid 11 pursuant to said contract shall be refunded to the customer. 12 13 For the purposes of this Section, business day shall mean any 14 day on which the facility is open for business. A customer purchasing a plan at a facility which has not yet opened for 15 16 business at the time the contract is signed, or who does not 17 purchase a contract at an existing facility, shall have seven calendar days in which to cancel the contract and receive a 18 19 full refund of all monies paid. The customer's rights to 20 cancel described herein are in addition to any other contract 21 rights or remedies provided by law; (2) in the event of the relocation of a customer's residence to farther than 25 miles 22 from the center's facilities, and upon the failure of the 23

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original center to designate a center, with comparable 1 2 facilities and services within 25 miles of the customer's new 3 residence, which agrees to accept the original center's obligations under the contract, the customer may cancel the 4 5 contract and shall be liable for only that portion of the charges allocable to the time before reasonable evidence of 6 such relocation is presented to the center, plus a reasonable 7 8 fee if so provided in the contract, but such fee shall not 9 exceed 10% of the unused balance, or \$50, whichever is less; 10 and (3) if the customer, because of death or disability, is 11 unable to use or receive all services contracted for, the 12 customer, or his estate as the case may be, shall be liable for only that portion of the charges allocable to the time prior to 13 14 death or the onset of disability. The center shall in such 15 event have the right to require and verify reasonable evidence 16 of such death or disability.

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17 (b) Every contract for physical fitness services shall provide that notice of cancellation may pursuant to subsection 18 19 (a) of this Section shall be made in writing and delivered by 20 certified or registered mail to the center at the address 21 specified in the contract, by a telephone call to the center, 22 or online at the website the contract was entered into, if the 23 contract was entered into online. All refunds to which a customer or his estate is entitled shall be made within 30 days 24 25 of receipt by the center of the cancellation notice.

26 (c) Every contract for physical fitness services that

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- 1 automatically renews must comply with the requirements of the
- 2 <u>Automatic Contract Renewal Act.</u>
- 3 (Source: P.A. 84-850.)